

CHAPTER 11

Case Name Daleson Enterprises, LLC dba Jones County Rest HomeCase Number 05-50095 For Period 1/01 to 1/31 2008

THIS REPORT IS DUE 15 DAYS AFTER THE END OF THE MONTH. The debtor must attach each of the following forms unless the United States Trustee has waived the requirement in writing. File with the court and submit a paper copy to UST with an original signature.

Form Attached	Previously Waived	POST CONFIRMATION REQUIRED REPORTS/DOCUMENTS
(mark only one - attached or waived)		
{X}	{ }	Comparative Balance Sheet (FORM 2-B)
{X}	{ }	Profit and Loss Statement (FORM 2-C)
{X}	{ }	Cash Receipts and Disbursements Statement (FORM 2D)
{X}	{ }	Supporting Schedules (FORM 2-E)
{X}	{ }	Narrative (FORM 2-F)
{X}	{ }	Copies of Bank Statement(s) and Reconciliations of Bank Balance to Book Balance for all Account(s)

I declare under penalty of perjury that the following Monthly Operating Report and any attachments thereto, are true and correct to the best of my knowledge and belief.

Executed on: _____
(date)

Debtor(s)*

Daleson Enterprises, LLC
Dbas Jones County Rest Home

By:**

Position:


Vice President

Name of preparer:

Stewart & Barnett, CPAs

Telephone No. of Preparer

601-849-6056

* both debtors must sign if a joint petition

** for corporate or partnership debtor

Stewart & Barnett, Ltd.

Certified Public Accountants

113 Choctaw West · P.O. Box 575
Magee, Mississippi 39111
Office (601) 849-6056 · FAX (601) 849-6057

To the Members,
Daleson Enterprises, LLC

We have compiled the Comparative Balance Sheets of Daleson Enterprises, LLC as of January 31, 2008 and the Profit and Loss Statements and Cash Receipts and Disbursements Statements for the month then ended, included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the United States Bankruptcy Court for the Southern District of Mississippi, Jackson Division, information that is the representation of management. We have not audited or reviewed the statements and, accordingly, do not express an opinion or any other form of assurance on it.

The statements are presented in accordance with the requirements of the United States Bankruptcy Court for the Southern District of Mississippi, Jackson Division, which differ from generally accepted accounting principles. Accordingly, the statements are not designed for those who are not informed about such differences.

During the course of our work we made adjusting and correcting entries to the general ledger and therefore, according to the American Institute of Certified Public Accountants, we are not independent.

Stewart & Barnett
February 22, 2008

David E. Stewart, CPA · John Thomas Barnett, CPA

COMPARATIVE BALANCE SHEET

Month	Month	Month	Month	Month	Month	Month
1/31/08						
56,177						
1,148,273						
5,676						
1,210,126						
1,439,646						
300,594						
1,139,052						
2,349,178						

FORM 2-B
Page 1 of 2
01/04

CASE NUMBER: 05-50095 COMPARATIVE BALANCE SHEET

LIABILITIES:

POST-PETITION LIABILITIES:

Taxes payable (Form 2-E, pg 1 of 3).....

Accounts payable (Form 2-E, pg 1 of 3).....

Other: See List

TOTAL POST-PETITION LIABILITIES.....

PRE-PETITION LIABILITIES:

Notes payable – secured.....

Priority debt

Unsecured debt.....

Other _Garnishment/401KW/H.....

TOTAL LIABILITIES.....

EQUITY (DEFICIT)

PREFERRED STOCK.....

COMMON STOCK.....

RETAINED EARNINGS:

Thru filling date...YTD Adjustment posted in Dec.....

Post Filing date.....

TOTAL EQUITY (NET WORTH).....

TOTAL LIABILITIES & EQUITY.....

Month						
1/31/08						
2,105,629						
2,105,629						
243,549						
243,549						
2,349,178						

CASE NUMBER: 05-50095

PROFIT AND LOSS STATEMENT

	Month	Month	Month	Month	Month	Month
	1/31/08					
NET REVENUE.....	20					
<u>COST OF GOODS SOLD:</u>						
Material.....						
Labor - Direct.....						
Manufacturing Overhead.....						
TOTAL COST OF GOODS SOLD:.....						
GROSS PROFIT:.....	20					
<u>OPERATING EXPENSES:</u>						
Selling and Marketing.....						
General and administrative (rents, utilities, salaries, etc.)	5,637					
Other – Plant Operation (Utilities/R&M/Rents)						
TOTAL OPERATING EXPENSES.....	5,637					
<u>INTREST EXPENSE</u>						
INCOME BEFORE DEPRECIATION OR TAXES:.....	(5,617)					
<u>DEPRECIATION OR AMORTIZATION</u>						
<u>EXTRAORDINARY EXPENSES</u> * (Insurance Proceeds)						
<u>INCOME TAX EXPENSE (BENEFIT)</u>						
NET INCOME (LOSS).....	(5,617)					

*Requires explanation in NARRATIVE (Form 2-F)

CASE NAME: Daleson Enterprises, LLC CASE NUMBER: 05-50095

CASH RECEIPTS AND DISBURSEMENTS STATEMENT

For Period 1/01 to 1/31/2008

Cash Reconciliation

1. Beginning Cash Balance (Ending cash balance from last month's report)		<u>61.794</u>
2. Cash Receipts (total Cash Receipts from page 2 of all FORM 2-D's)	<u>20</u>	
3. Cash Disbursements (total Cash Disbursements from page 3 of all FORM 2-D's)	<u>5,637</u>	
4. Net Cash Flow		<u>(5.617)</u>
5. Ending Cash Balance (to FORM 2-B)		<u>56,177</u>

CASH SUMMARY – ENDING BALANCE

	<u>Amount*</u>	<u>Financial Institution</u>
1. Real Estate Account	<u>\$</u>	
2. Trust Account	<u>\$</u>	
3. Operating and/or Personal Account	<u>\$ 52,541</u>	<u>Trustmark</u>
4. Payroll Account	<u>\$ 3,636</u>	<u>Trustmark</u>
5. Tax Account	<u>\$</u>	
6. Other Accounts (Specify checking or savings)	<u>\$</u>	
7. Cash Collateral Account	<u>\$</u>	
8. Petty Cash	<u>\$</u>	
TOTAL (Must Agree with line 5 above)	<u>\$ 56,177</u>	

*These amounts should be equal to the previous month's balance for the account plus this month's receipts less this month's disbursements.

ADJUSTED CASH DISBURSEMENTS

Cash disbursements on Line 3 above less
inter-account transfers and UST fees paid 5,637

*NOTE: This amount should be used
to determine UST quarterly fees due
and agree wit Form 2-D, page 2 of 4

FORM 2-D
Page 1 of 4
01/04

Daleson Enterprises, LLC
 DbA Jones County Rest Home

CASE NUMBER: 05-50095

QUARTERLY FEE SUMMARY

MONTH ENDED 1/31/08

Payment Date	Cash Disbursements *	Quarterly Fee Due	Check No.	Date
January	\$ <u>5,637</u>			
February	\$			
March	\$			
Total 1 st Quarter	\$	\$		
April	\$			
May	\$			
June	\$			
Total 2 nd Quarter	\$	\$		
July	\$			
August	\$			
September	\$			
Total 3 rd Quarter	\$	\$		
October	\$			
November	\$			
December	\$			
Total 4 th Quarter	\$	\$		

FEE SCHEDULE

DISBURSEMENT CATEGORY	QUARTERLY FEE DUE
Less than \$15,000.00	\$250
\$15,000 - \$74,999.99	\$500
\$75,000 - \$149,999.99	\$750
\$150,000 - \$224,999.99	\$1,250
\$225,000 - \$299,999.99	\$1,500
\$300,000 - \$999,999.99	\$3,750
\$1,000,000 - \$1,999,999.99	\$5,000
\$2,000,000 - \$2,999,999.99	\$7,500
\$3,000,000 - \$4,999,999.99	\$8,000
\$5,000,000 and above	\$10,000

Note that a minimum payment of \$250 is due each quarter even if no disbursements are made in the case during the period.

* Note: should agree with "adjusted cash disbursements" at bottom of Form 2-D, Page 1 of 4. Disbursements are net of transfers to other debtor in possession bank accounts and net of payments of prior period quarterly fees.

Case Name: Daleson Enterprises, LLC

Case Number: 05-50095

CASH RECEIPTS AND DISBURSEMENTS STATEMENT

(This form should be completed for each type of account listed on page 1 of Form 2-D that the debtor maintained during the month.)

For Period 1/01 to 1/31/08

Account Name: Cottage Grove Nursing Home. Account Number: 6053-444-3

CASH RECEIPTS JOURNAL

(attach additional sheets as necessary)

<u>Date</u>	<u>Description (Source)</u>	<u>Amount</u>
1/18/2008	James Clark	\$20.00

Case Name: Daleson Enterprises, LLC

Case Number: 05-50095

CASH RECEIPTS AND DISBURSEMENTS STATEMENT
(This form should be completed for each type of account listed
on page 1 of FORM 2-D that the debtor maintained during the month.)

For Period 1/01 to 1/31/2008

Account Name: Daleson Enterprises LLC

CASH DISBURSEMENTS JOURNAL
(attach additional sheets as necessary)

<u>Date</u>	<u>Check No.</u>	<u>Payee</u>	<u>Description (Purpose)*</u>	<u>Amount</u>
See Attached				\$5,636.82

*Identify any payments to professionals, owners, partners, shareholders,
Officers, director or any insiders and all adequate protection payments
Ordered by the court with an asterisk or highlighting. Any payments made
as a result of a court order, should indicate the order date.

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Register Report - Last month

1/1/2008 through 1/31/2008

2/22/2008

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Date	Account	Num	Description	Memo	Category	Tag	Clr	Amount
BALANCE 12/31/2007								49,551.51
1/9/2008	AP NEW JC...	3460	MULLIN HO.	ard + Brown, ll				-259.62
1/15/2008	AP NEW JC...	3461	LARRY FOR...					-2,285.00
1/15/2008	AP NEW JC...	3462	LarRY RUSS...					-2,285.00
1/15/2008	AP NEW JC...	3463	LARRY FOR...					-153.60
1/15/2008	AP NEW JC...	3464	LarRY RUSS...					-153.60
1/17/2008	AP NEW JC...	3465	OFFICE OF T.	ustee				-500.00
1/18/2008	AP NEW JC...	DEP	DEPOSIT	James Clark				20.00
1/1/2008 - 1/31/2008								-5,616.82
BALANCE 1/31/2008								43,934.69
TOTAL INFLOWS								20.00
TOTAL OUTFLOWS								-5,636.82
NET TOTAL								-5,616.82